

Message Text

CONFIDENTIAL

PAGE 01 STATE 121802
ORIGIN NODS-00

INFO OCT-01 ISO-00 /001 R

66011
DRAFTED BY:S/S-O:LMACFARLANE
APPROVED BY:S/-O:LMACFARLANE
-----261805Z 059824 /40
O 261725Z MAY 77 ZFF4
FM SECSTATE WASHDC
TO WHITE HOUSE IMMEDIATE

CONFIDENTIAL STATE 121802

NODIS
FOR BREZINSKI

FOLLOWING REPEAT ABU DHABI 1587 ACTION SECSTATE MAY 26.

QUOTE CONFIDENTIAL ABU DHABI 1587

NODIS

FROM THE AMBASSADOR

E.O. 11652: XGDS-1
TAGS: EFIN TC
SUBJ: POSSIBLE RESIGNATION UAE CURRENCY BOARD DIRECTOR SCOTT

REF: ABU DHABI 1585

1. WHAT WE DID NOT REPORT IN REFTEL BECAUSE OF ITS SENSITIVITY
AND IMPACT ON UAE BANKING OPERATIONS IS
THAT SCOTT MAY IN FACT RESIGN FOR REASONS THAT HAVE NOT APPEARED IN
PRESS BUT WHICH DEAL WITH BASIC POLICY ISSUES.

2. WHILE HE BELIEVES MEASURES ANNOUNCED BY UAE
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 121802

CURRENCY BOARD ARE CORRECT ONES,
SCOTT HAS TOLD ME IN STRICTEST CONFIDENCE THAT IN ADDITION TO THESE
MEASURES, HE HAS BEEN INSTRUCTED THAT CURRENCY BOARD (A) IS NOT
RPT NOT TO HELP SOUND BANKS IN TEMPORARY DIFFICULTY AS SHAKDOWN IN
MONETARY SYSTEM PROCEEDS, AND (B) NOT RPT NOT TO PROTECT ANY DEPOS-
ITORS IN ANY BANK.
SCOTT TOLD ME MAY 26 HE CONSIDERS THESE INSTRUCTIONS AS

"INFLAMATORY AND WRONG". IF WORD GOT OUT, IT COULD CAUSE A RUN ON BANKS AND PUT MANY BANKS OUT OF OPERATION.
AT MOMENT, BECAUSE OF CAUTION NEEDED FOR INTERBANK DEALINGS, MANY SMALL BANKS ARE INDIFFICULTY. SCOTT BELIEVES THAT OVER PERIOD OF TIME ,

BANKING SITUATION CAN BE REMEDIED BUT CLIMATE OF CONFIDENCE MUST BE MAINTAINED AS CURRENCY BOARD IMPLEMENTS CORRECTIVE MEASURES. SCOTT SAYS HE FEELS VERY STRONGLY THAT HE CANNOT ACCEPT THESE TOW CONDITIONS. IF UAE AUTHORITIES INSIST, HE WILL RESIGN. DICKMAN UNQUOTE VANCE

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptoning: Z
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, PERSONNEL RESIGNATIONS, BANKERS, BANKS, CAT-B
Control Number: n/a
Copy: SINGLE
Sent Date: 26-May-1977 12:00:00 am
Decapton Date: 22 May 2009
Decapton Note: 25 YEAR REVIEW
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE121802
Document Source: CORE
Document Unique ID: 00
Drafter: O:LMACFARLANE
Enclosure: n/a
Executive Order: X1
Errors: N/A
Expiration:
Film Number: N770003-0523
Format: TEL
From: STATE
Handling Restrictions:
Image Path:
ISecure: 2
Legacy Key: link1977/newtext/t19770513/aaaaaleo.tel
Line Count: 73
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: a95b3289-c288-dd11-92da-001cc4696bcc
Office: ORIGIN NODS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: NODIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: NODIS
Reference: 77 ABU DHABI 1585
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 06-Apr-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2352721
Secure: LOCK1
Status: NATIVE
Subject: POSSIBLE RESIGNATION UAE CURRENCY BOARD DIRECTOR SCOTT
TAGS: EFIN, TC
To: WHITE HOUSE
Type: TE
vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/a95b3289-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009